

said Article, sub-title "Non-Profit Hospital Service Plans"; to repeal Sections 33 to 38, inclusive, of said Article 48A, sub-title "General Provisions", and to enact in lieu thereof five new sections to follow immediately after Section 32 of said Article, to be known as Sections 33, 34, 35, 36 and 37, defining the phrase "Insurance Company" as used in Sections 34, 35, 36, 37, 40, 41, 82 and 83 of said Article, and providing for the issuance and expiration of and fees for certificates of authority or licenses to insurance companies; to repeal and re-enact, with amendments, Sections 40 and 41 of said Article 48A, sub-title "General Provisions"; to repeal and re-enact, with amendments, Section 159 of said Article 48A, sub-title "Mutual Insurance Companies", and Section 196 of said Article 48A, sub-title "Fraternal Beneficiary Associations", and Section 236 of said Article 48A, sub-title "Non-Profit Hospital Service Plans"; to repeal and re-enact, with amendments, Section 95(a) of Article 81 of said Code, title "Revenue and Taxes", sub-title "Gross Receipts Tax", and Section 230(b) of said Article, sub-title "Income Tax"; and to provide for the repeal of inconsistent laws.

SECTION 1. *Be it enacted by the General Assembly of Maryland*, That a new sub-title and nine new sections be and the same are hereby added to Article 81 of the Annotated Code of Maryland (1939 Edition), title "Revenue and Taxes", said new sub-title to follow immediately after Section 100 of said Article and to read "Insurance Taxes", and said new sections to follow immediately after said new sub-title, to be known as Sections 101, 102, 103, 103A, 103B, 103C, 103D, 103E and 103F, and to read as follows:

#### INSURANCE TAXES.

101. As used in this sub-title:

(1) The phrase "insurance company" means (a) every person engaged as principal in the business of writing insurance, surety, guaranty or annuity contracts (except non-profit hospital service plan corporations and fraternal beneficiary associations), and includes mutual insurance companies (except domestic mutual fire insurance companies), title insurance companies and credit indemnity companies, and (b) attorneys-in-fact for reciprocal exchanges or inter-insurers.

(2) The term "premiums" includes the consideration for surety, guaranty and annuity contracts, dividends on life insurance policies which have been applied to purchase additional insurance or to shorten the premium paying period, and so much of the gross receipts of title insurance companies as is derived from the business of insurance or guaranty, but